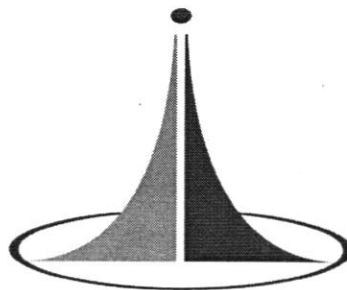


FORM A

1.	Name of the Company	Precious Trading and Investments Ltd
2.	Annual Financial Statement for the year ended	31 st March, 2013
3.	Type of Audit Observation	Un-qualified
4.	Frequency of observation	Repetitive
5.	To be signed by CEO/ Managing Director	 Ashwin N. Sheth Chairman
	CFO	The Company does not have a CFO
	Auditor of the Company	M.B. Agarwal & Company Chartered Accountants  Harshal Agarwal Partner M.No. 109438 Firm No.100137W 

**30th ANNUAL REPORT
2012-2013**



SHETH
A Bond Of Trust

PRECIOUS TRADING & INVESTMENTS LIMITED

30th ANNUAL REPORT- 2012-13

PRECIOUS TRADING & INVESTMENTS LIMITED

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 30th Annual General Meeting of the members of the Company will be held on Monday the 30th day of September 2013 at 11.00 a.m. at the registered office of Precious Trading and Investments Limited at "Sheth House", Next to Dindoshi Fire Station, Opp. Oberoi mall, Gen. A. K. Vaidya Marg, Malad (East), Mumbai 400097 to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the Audited Balance Sheet as on March 31, 2013 and Profit & Loss Account for the year ended on that date, together with the Directors' & Auditor's Report thereon;
2. To appoint a Director in place of Mr. Jitendra N. Sheth, who retires by rotation and being eligible, offers himself for re-appointment;
3. To re-appoint the Auditors to hold office from the conclusion of this meeting until conclusion of the next Annual General Meeting and to authorize the Board to fix their remuneration.

"RESOLVED THAT M/s. M. B. Agrawal & Company, Chartered Accountants, having firm registration number 100137W, being retiring Auditor of the Company, be and are hereby re-appointed as Auditor of the Company to hold the office from the conclusion of the ensuing Annual General Meeting until the conclusion of the next Annual General Meeting, on such remuneration as may be decided by the Board of Directors of the Company in addition to reimbursement of all out of-pocket expenses in connection with audit of the accounts of the company."

Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend the meeting and the proxy need not be a member of the Company. Under the Companies Act, 1956, voting is by a show of hands unless a poll is demanded by a member or members present in person, or by proxy, holding at least one-tenth of the total shares entitled to vote on the resolution or by those holding paid-up capital of at least ₹ 50,000/-. A proxy shall not vote except on a poll. The instrument appointing the proxy must be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.
2. Members/Proxies should bring duly filled Attendance Slips sent herewith to attend the meeting.
3. The Register of Members and Share Transfer Books of the Company will remain closed on **September 30, 2013** for the purpose of Annual General Meeting.
4. Members holding shares in physical form and desirous of making/changing nomination in respect of their shareholding in the Company, may send their request to the Registrar & Transfer Agents of the Company.

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PRECIOUS TRADING & INVESTMENTS LIMITED

5. Corporate Members are requested to send to the Company, a duly certified copy of the Board Resolution authorizing their representative to attend and vote at the Annual General meeting.
6. Members seeking any information or clarifications on the Annual Report are requested to send in written queries to the Company at least one week before the meeting to enable the Company to compile the information and provide replies at the meeting.
7. Members are requested to notify changes, if any, in their registered addresses along with the pin code to the Company's Registrar and Share Transfer Agent.
8. Members are requested to bring their copy of Annual Report to the Meeting.
9. All documents referred to in the notice are open for inspection at the registered office of the Company between 10.00 a.m. and 1.00 p.m. on all working days upto the date of the meeting.
10. Member are requested to address all correspondences, including dividend matters, to the Registrar and Share transfer Agents, M/s. Bigshare Services Pvt. Ltd. E-2/3, Ansa Industrial Estate, Sakivihar Road, Saki Naka, Andheri (East), Mumbai – 400072.
11. As per the provisions of the Companies Act, 1956, facility for making nominations is available for shareholders, in respect of the shares held by them. Nomination forms can be obtained from the Registrar and Transfer agents of the Company.

By the Order of the Board of Directors
For Precious Trading and Investments Limited



Ashwin N. Sheth
Director

Mumbai, September 5, 2013

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PRECIOUS TRADING & INVESTMENTS LIMITED

DIRECTORS' REPORT

Dear Members,

Your directors are pleased to present their 30th Annual Report, to the members, on the business and operations of Precious Trading & Investments Limited together with the Audited Accounts for the financial year ended 31st March 2013.

Financial Highlights

Particulars	31.03.2013 (₹)	31.03.2012 (₹)
Income	-	-
Less: Expenses	101,529	114,679
Profit / (Loss) before Taxation	(101,529)	(114,679)
Less: Provision for Taxation		
Current tax	-	-
Deferred tax	-	-
Profit / (Loss) for the year	(101,529)	(114,679)
Earning per share – Basic	(0.42)	(0.48)

Dividend

In view of loss suffered by your Company during the year, the Directors express their inability to declare dividend for the year 2012-13.

Deposits

During the year under review, Company has not invited or accepted nor renewed any deposits from public under the Companies (Acceptance of Deposits) Rules, 1975 and that as on 31st March 2013, the Company did not have any outstanding / unclaimed/ overdue deposits.

Director

Mr. Jitendra N. Sheth, Director, will retire by rotation. Mr. Jitendra N. Sheth, being eligible offers himself for reappointment. Accordingly, the board recommends his re-appointment.

Corporate governance

Since the paid up capital of the Company is less than ₹ 3 Crores, particulars as mentioned in clause 49 of the Listing Agreement with the Stock Exchange, Mumbai, is not required to be given.

Auditors

M/s. M. B. Agrawal & Company, Chartered Accountants, having firm registration number 100137W, the auditors of the Company, retire at the conclusion of this Annual General Meeting and are eligible for re-appointment and if re-appointed, their appointment will be in accordance with the applicable provisions, if any, of the Companies Act, 1956.

Auditor's Report

The Auditor's Report to the Shareholders on the Accounts of the Company as on 31st March 2013 does not contain any qualification.

Share Registrar & Transfer Agent

The Company's share registry function is being looked after by M/s. Bigshare Services Private Limited which is a SEBI-registered Registrar & Transfer Agent. The contact details of Bigshare Services Private Limited are mentioned in the Company Information section of Annual Report. Investors are requested to address their queries, if any, in this regard, to Bigshare Services Private Limited; however, in case of difficulties, they are welcome to contact the Corporate Office of the Company.

Listing Fees

The Company declares that its Securities are listed on the Bombay Stock Exchange, and the Company confirms that it has paid Annual Listing Fees due to the Stock Exchange for the year 2012-13.

Compliance Certificate

As required by the provisions of the Section 383A of the Companies Act, 1956 read with the Companies (Compliance Certificate) Rules, 2001, a Certificate from the Secretary in Whole-time Practice is appended herewith certifying that the Company has complied with all the applicable provisions of the Companies Act, 1956 has been furnished with this report.

Directors' Responsibility Statement

In terms of and as required by the provisions of Section 217(2AA) of the Companies Act, 1956, the Directors confirm that:

- a. in the preparation of annual accounts for the year ended on 31st March, 2013 the applicable accounting standards have been followed.
- b. In case of any material departures from the applicable accounting standards, proper explanations have been provided.
- c. appropriate accounting policies have been selected and applied consistently and have made judgments and estimates that are reasonable and prudent so as to give a true & fair view of the state of affairs of the Company as at 31st March, 2013 and that of Profit & Loss for the year ended on 31st March, 2013;
- d. proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- e. the annual accounts have been prepared on a going concern basis.

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PRECIOUS TRADING & INVESTMENTS LIMITED

Cash Flow Statement & Consolidated Financial Accounts

The Cash Flow Statement & Consolidated Financial Statements pursuant to Clause 32 of the Listing Agreement entered into with Bombay Stock Exchange, prepared in accordance with the applicable Accounting Standards, as prescribed by the Institute of Chartered Accountants of India, is attached as enclosures to the Company's Financial Statements.

Subsidiary Company

As per Section 212 of the Companies Act, 1956, the Company is required to attach the Balance Sheet, Profit & Loss Account along with the report of the Auditors and Directors thereon and Statement of the holding Company's interest in the subsidiary. A statement of the Holding Company's interest in the Subsidiary pursuant to Section 212 of the Companies Act, 1956, to the extent applicable has been furnished with this report.

The Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 as regards to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgoes

- a. **Energy Conservation & Technology Absorption:** The particulars as regards conservation of energy and technology absorption are not applicable to the Company since its establishment is not covered by the Rules made under this Section.
- b. **Foreign Exchange Earnings & Outgoes:** During the period under review, the Company had not earned any foreign exchange nor incurred any outflows in Foreign Exchange.

Particulars of Employees

No employee of the Company is covered by the provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended from time to time.

Acknowledgement

The Directors place on record their appreciation for support and co-operation received from all the stakeholders.

By the Order of the Board of Directors
For Precious Trading and Investments Limited



Ashwin N. Sheth
Director



Vallabh N. Sheth
Director

Mumbai; September 5, 2013



M. B. AGRAWAL & CO.

CHARTERED ACCOUNTANTS

204, Mhatre Pen Bldg., Senapati Bapat M
Dadar (West), Mumbai - 400 028.
Tel.: 6656 8218, Fax : 2436 3312
Web.: www.mbaconsultants.in

M. B. AGRAWAL F.C.A., F.I.V.
YATIN MEHTA F.C.A.
RAMESHMAL SANGHAVI F.C.A.
SANJAY LUNKAD F.C.A., D.I.S.A. (ICA)

HEMANT AGRAWAL F.C.A.
HARSHAL AGRAWAL F.C.A., D.I.S.A. (ICA), C.I.S.A.
SUBODH N. AGRAWAL F.C.A.
ASHISH BANGAD A.C.A.

INDEPENDENT AUDITORS' REPORT

To the Members of
M/S PRECIOUS TRADING & INVESTMENTS LIMITED.
MUMBAI.

Report on the Financial Statements

We have audited the accompanying financial statements of M/S. PRECIOUS TRADING & INVESTMENTS LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards of Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedure to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on auditor's judgment, including the assessment of the risk of the material misstatement of financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall financial statement presentation.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Branch : 609/610, Churchgate Chambers, 5, New Marine Lines, Mumbai - 400 020.

: 3044, Agra Road, Dhule, Maharashtra - 424 001.

: 306, Swastik Corporate, Disa Park, LBS Marg, Ghatkopar (W), Mumbai - 400 077.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements gives the information required by the Company's Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- i. In the case of the Balance Sheet of the state of affairs of the company as at 31st March 2013 and
- ii. In the case of the Profit and Loss, of the Loss for the year ended on that date.
- iii. In case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the central Government in terms of sub-section (4A) of section 277 of the Companies Act, 1956, we give in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said Order.
2. As required by section 227(3) of the act, we report that:
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by the Companies Act, 1956 have been kept by the company so far as appears from our examination of the books.
 - c) The Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement comply with by this report are in agreement with the Books of Account.
 - d) In our opinion, Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - e) On the basis of written representations received from the Directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

FOR M. B. AGRAWAL & CO.
CHARTERED ACCOUNTANTS



A. Harshal

HARSHAL AGRAWAL
PARTNER

M. No.109438

Firm No.100137W

Place: Mumbai

Date: September 5th, 2013

Annexure to the Auditor's Report

Referred to in paragraph (4) of our report of even date on the accounts for the year ended 31st March 2013 of M/S PRECIOUS TRADING & INVESTMENTS LIMITED. Clauses (i),(ii),(vi),(viii),(xi),(xii),(xiii),(xiv), (xv), (xvi), (xvii), (xviii), (xix) and (xx) of CARO 2003 are either nil or not applicable to the company.

- i) In respect of the loans, secured or unsecured, granted or taken by the Company to/ from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956:
 - (a) The Company has granted the unsecured loan of Rs.1060.99 Lakhs (PY Rs. 1060.99 Lacs) to a one party covered in the register maintained under Section 301 of The Companies Act, 1956.
 - (b) In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions of the loans given by the company, are not prima - facie prejudicial to the interest of the company.
 - (c) The receipt of the principal amount is as per the terms of the agreement.
 - (d) In respect of the said loans there are no overdue amounts.
 - (e) The company has taken unsecured loan of Rs. 905.30 lacs. (PY Rs. 904.53 lacs.) and the maximum amount outstanding at any time during the year was Rs 905.30 lacs from one party covered in the register maintained under Section 301 of The Companies Act,1956.
 - (f) In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions of the loans given by the company, are not prima - facie prejudicial to the interest of the company.
 - (g) The repayment of principal amount of loan and interest are in accordance with the terms of contract.
- ii) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in the internal control system.
- iii) In respect of the contracts or arrangements referred to in Section 301 of the Companies Act, 1956:
 - a) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements that need to be entered in register maintained under section 301 of the Companies Act, 1956 have been so entered.



- b) In our opinion and according to the information and explanation given to us, transaction made in pursuance of contracts/arrangements entered in Register maintained under section 301 of the Companies Act, 1956 and exceeding the value of Rs 500000 in respect of each party during the year have been made at prices which appear reasonable as per information available with the Company
- iv) In our opinion, the Company has an internal audit system commensurate with the size and nature of the company's business.
- v) In respect of statutory dues:
- a. According to the records of the Company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues as applicable to it have been generally regularly deposited with the appropriate authorities.
- b. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2013 for a period of more than six months from the date they became payable.
- vi) The Company has no accumulated losses as at the end of the financial year. Company has incurred a cash loss of Rs.1,01,529/- for current financial year and in the immediately preceding financial year Rs1,14,679/-
- vii) In our opinion and according to the information and explanations given to us, no material fraud on or by the company has been noticed or reported during the year.

For M. B. Agrawal & Co.
Chartered Accountants



A. Harshal

HARSHAL AGRAWAL
PARTNER

M. No.109438

Firm No.100137W

Place: Mumbai

Date: September 5th, 2013

PRECIOUS TRADING & INVESTMENTS LIMITED

BALANCE SHEET

as at 31st March, 2013

(Currency : Indian Rupees)

	Note No	2013	2012
EQUITY AND LIABILITIES			
Shareholder's funds			
Share capital	2	2,400,000	2,400,000
Reserves and surplus	3	108,520,449	108,621,978
		<u>110,920,449</u>	<u>111,021,978</u>
Non current liabilities			
Long term borrowings	4	90,530,128	90,453,064
		<u>90,530,128</u>	<u>90,453,064</u>
Current liabilities			
Trade payable	5	38,566	47,522
Other current liabilities	6	746	246
Short term provisions	7	750	750
		<u>40,062</u>	<u>48,518</u>
TOTAL		<u><u>201,490,639</u></u>	<u><u>201,523,560</u></u>
ASSETS			
Non Current Assets			
Non current investments	8	95,368,349	95,368,349
Long term loans and advances	9	106,099,000	106,099,000
(No schedule of receipt has been determined.)			
Other non current assets	10	2,500	5,000
		<u>201,469,849</u>	<u>201,472,349</u>
Current Assets			
Cash and Bank	11	18,290	48,711
Other current assets	12	2,500	2,500
		<u>20,790</u>	<u>51,211</u>
		<u><u>201,490,639</u></u>	<u><u>201,523,560</u></u>
Notes to Accounts	1		
Significant accounting Policies			

The schedules referred to above form an integral part of the balance sheet.

As per our report of even date attached.

For M. B. Agrawal & Co.
Chartered Accountants
FRN No. 100137 W

A. Agrawal
Harsha Agrawal
Partner

Membership No:109438

Mumbai
Date : September 05,2013



For and on behalf of the Board of Directors

Ashwin N. Sheth
Ashwin N. Sheth
Director

Vallabh N. Sheth
Vallabh N. Sheth
Director

Mumbai
Date : September 05,2013

PRECIOUS TRADING & INVESTMENTS LIMITED

Statement of Profit & Loss Account for the year ended 31st March, 2013

(Currency : Indian Rupees)

	Note No	2013	2012
INCOME			
Revenue from Operations		-	-
EXPENSES			
Other expenses	13	101,529	114,679
		(101,529)	(114,679)
PROFIT / (LOSS) BEFORE TAX		(101,529)	(114,679)
Tax expense		-	-
- Current tax		-	-
- Deferred tax		-	-
PROFIT / (LOSS) FOR THE PERIOD		(101,529)	(114,679)
EARNINGS PER EQUITY SHARE			
Basic and diluted earnings per share		(0.42)	(0.48)
Notes to Accounts	1		
Significant accounting Policies			

The schedules referred to above form an integral part of the profit and loss account.
As per our report of even date attached.

For M. B. Agrawal & Co.
Chartered Accountants
FRN No. 100137 W

Harshal Agrawal
Partner
Membership No: 109438

Mumbai
Date : September 05, 2013



For and on behalf of the Board of Directors


Ashwin N. Sheth
Director


Vallabh N. Sheth
Director

Mumbai
Date : September 05, 2013

PRECIOUS TRADING & INVESTMENTS LIMITED

Notes to the financial statements (Continued)
as at 31st March, 2013

(Currency : Indian Rupees)

	2013	2012
2 Share capital		
Authorised capital		
2,50,000 (2,50,000) Equity Shares of Rs. 10/- each	2,50,000	2,50,000
	<u>2,50,000</u>	<u>2,50,000</u>
Issued, subscribed and paid-up		
2,40,000 (2,40,000) Equity Shares of Rs. 10/- each	2,40,000	2,40,000
	<u>2,40,000</u>	<u>2,40,000</u>
(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year		
Equity Shares	2013	2012
	Number Rupees	Number Rupees
Shares at the beginning of the year	240,000 2,400,000	240,000 2,400,000
Issued during the year	- -	- -
Outstanding at the end of the year	<u>240,000</u> <u>2,400,000</u>	<u>240,000</u> <u>2,400,000</u>
(b) Terms / rights attached to the shares		
The company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share.		
(c) In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. However no such preferential amounts exist currently. The distribution wi		
(d) Shares held by holding company	2013	2012
Sheth Developers Private Limited 1,79,970 (2011: 1,79,970) equity shares of Rs 10 each fully paid.	1,799,700	1,799,700
(e) Detail of shareholders holding more than 5% shares in the company	2013	2012
	% holding in the class No. of Shares Held	% holding in the class No. of Shares Held
Equity Shares of Rs 10 each fully paid up Sheth Developers Private Limited	75% 179,970	75% 179,970
3 Reserves and surplus		
Securities premium account	-	-
Capital Reserve	98,265,518	98,265,518
	<u>98,265,518</u>	<u>98,265,518</u>
Profit and Loss Account		
Balance as per last financial statements	10,356,460	10,471,139
Add: Loss for the year transferred from the statement of Profit and loss	(101,529)	(114,679)
Closing balance at the end of the year	<u>10,254,931</u>	<u>10,356,460</u>
	<u>108,520,449</u>	<u>108,621,978</u>
4 Long term borrowings		
Unsecured loan from related party		
from Corporate (No schedule of repayment has been determined.)	90,530,128	90,453,064
	<u>90,530,128</u>	<u>90,453,064</u>
5 Trade Payable		
Trade payables towards goods purchased and services rendered	38,566	47,522
-Others	38,566	47,522
	<u>38,566</u>	<u>47,522</u>
6 Other current liabilities		
Statutory dues payable	746	246
	<u>746</u>	<u>246</u>



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes to the financial statements (Continued)
as at 31st March, 2013

(Currency : Indian Rupees)

	2013	2012
7 Short term provisions		
Provision for Employee benefits:		
Provision for Expense	750	750
	<u>750</u>	<u>750</u>
8 Non current investments		
Long term investments - at cost		
Trade (Unquoted)		
Investment in Equity Shares		
<u>In Subsidiary</u>		
1,37,70,000 Fully paid up equity shares of Rs. 10/- each of Sheth Developers & realtors (I) Ltd (P.Y. 1,37,70,000)	7,688,249	7,688,249
<u>In Other</u>	100	100
1 equity share of Rs. 100/- each of Sheth Shelters Pvt Ltd (P.Y 1)		
Investment in Preference Shares		
4,38,400, 6% Redeemable Non-Cumulative, Non-Participating Preference shares of Rs. 10/- each of Sheth Shelters Pvt Ltd. (P.Y. 4,38,600)		
(Face Value of Rs.10/- and Premium of Rs.190/- per share)	87,680,000	87,680,000
	<u>95,368,349</u>	<u>95,368,349</u>
9 Long term loans and advances (Unsecured, considered good)		
Unsecured loan to related party		
To Corporate	106,099,000	106,099,000
	<u>106,099,000</u>	<u>106,099,000</u>
10 Other non current assets		
Prepaid expences	5,000	7,500
Less: Current maturity of non current assets (Transfer to other current assets)	2,500	2,500
	<u>2,500</u>	<u>5,000</u>
11 Cash and Bank balances		
Cash and cash equivalents		
Cash in hand	3,247	3,519
Balance with scheduled banks - in current accounts	15,043	45,192
	<u>18,290</u>	<u>48,711</u>
	<u>18,290</u>	<u>48,711</u>
12 Other current assets		
Current maturity of other non current asset	2,500	2,500
	<u>2,500</u>	<u>2,500</u>



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes to the financial statements *(Continued)*
for the year ended 31st March,2013

(Currency : Indian Rupees)

	2013	2012
13 Operating, administrative and other expenses		
Legal, professional and other fees	22,000	21,400
Filing fees and stamping charges	4,550	4,500
Auditors remuneration (including service tax)		
- Audit fee	11,236	11,236
Bank charges and commission	85	110
Advertisement Expenses	33,103	50,032
Directors Meeting Fees	3,278	3,000
Stock Exchange Listing Fees	16,854	16,545
Other Fees & Stamps	6,624	5,292
Miscellaneous expenses	3,799	2,564
	<u>101,529</u>	<u>114,679</u>



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of accounts for year ended 31st March, 2013

NOTE 1 : SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013:

SIGNIFICANT ACCOUNTING POLICY:

1. GENERAL

- a) The Financial Statements have been prepared under the Historical Cost Convention in accordance with the generally accepted Accounting principles, the Accounting Standards issued by the Institute of Chartered Accountants of India and as referred to in Section 211 (3C) of the Companies Act, 1956 and the Provisions of the Companies Act, 1956.
- b) The company follows the mercantile system of accounting and recognizes Income & Expenditure on accrual basis.

2. INVESTMENTS:

Long Term Unquoted investments are stated At Cost. Cost Includes the Purchase Cost and the incidental expenses to Acquisition.

3. OTHER ACCOUNTING POLICIES:

These are consistent with generally accepted accounting policies

4. CLAIMS, DEMANDS AND CONTINGENCIES

Disputed and/or contingent liabilities are either provided for or disclosed depending on management's judgment of potential outcome.

5. PROVISION FOR DEFERRED TAXATION

Income tax on Income are provided for after considering the tax effect of timing difference, which arise during the Year and reversed in subsequent period, Deferred Tax has been calculated at the tax rates and laws that have been enacted or substantially enacted as of the Balance Sheet date and is recognized on Timing differences that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, are recognized and carried forward only to the extent that they can be realized.



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of accounts for year ended 31st March, 2013

NOTES TO ACCOUNTS

14. In the opinion of the Directors the Current Assets and creditors have the value at which they are stated in the balance sheet, if realized in the ordinary course of business. The provision for all known Liabilities is adequate and not in excess of the Amount reasonably necessary.

15. Auditor's remuneration

Particulars	2012-13 (₹)	2011-12 (₹)
Audit Fees (including Service Tax)	11,236	11,236

16. Directors' remuneration

Particulars	2012-13 (₹)	2011-12 (₹)
Salary	NIL	NIL
Meeting Fees	3,278	3,000
Total	3,278	3,000

17. Revenue recognition

Income & expenses considered receivable and payable are accounted for on accrual basis when no significant uncertainties as to its realization or determination exist.

18. Expenditure in Foreign Currency during the year ₹ Nil (Previous Year - ₹ NIL)

19. As per the guidelines provided under AS-13 on 'Accounting for Investments' all the long term unquoted investments and are stated At Cost. Cost Includes Purchase Cost and the cost of Acquisition.

20. The Liability for Retirement benefits as per Accounting Standard -15 in view of absence of employees. Provision during the year is ₹ NIL. (Previous Year ₹ NIL)

21. Amount of Borrowing Cost capitalized as per Accounting Standard 16 during the year is ₹ NIL. (Previous Year ₹ NIL)

22. Since the Company is operating its Investment Activity only in one Segment no Segment wise Reporting per accounting Standard AS-17 is provided.



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of accounts for year ended 31st March, 2013

23. Related party Disclosures

As per Accounting Standard 18, issued by The Institute of Chartered Accountants of India, the disclosure of transactions with the related parties as defined in the Accounting Standard are given below:

(i) List of related parties where control exists and relationships:

Sr No.	Name of the Related Party	Relationship
1.	Sheth Developers Pvt. Ltd.	Holding Company
2.	Sheth Developers and Realtors (India) Limited	Subsidiary Company
3.	Sheth Estate (International) Ltd.	Associate Concern
4.	Middle East Exports Pvt. Ltd.	
5.	Lohitka Properties Pvt. Ltd.	
6.	Laxmi Prabha Impex & Investments Pvt. Ltd.	
7.	Sheth Realcon Ventures Pvt. Ltd.	
8.	Sheth Shelters Pvt. Ltd.	
9.	Atlaz Digi-Tel Pvt. Ltd.	
10.	Sheth Infrastructure Pvt. Ltd.	
11.	Sheth Building materials Pvt. Ltd.	
12.	Sheth Creators Pvt. Ltd.	
13.	Sheth Landmarks Pvt. Ltd.	
14.	Sheth Buildwell Pvt. Ltd.	
15.	Sheth Creators & Realtors Pvt. Ltd	
16.	Sheth Creators & Promoters Pvt. Ltd.	
17.	Sheth Heights Pvt. Ltd.	
18.	Sheth Creators and Constructors Pvt. Ltd.	
19.	Neepa Real Estates Private Limited	
20.	Sheth Corp Pvt. Ltd.	
21.	Sheth Holdings (India) Pvt. Ltd.	
22.	Sheth Realty (India) Pvt. Ltd.	
23.	Sheth Universal Pvt. Ltd.	
24.	Sheth Development Pvt. Ltd.	
25.	Sheth Dreamhomes Pvt. Ltd.	
26.	Sheth Homes Pvt. Ltd.	
27.	Sheth Infraworld Pvt. Ltd.	
28.	Sheth Lifestyles Pvt. Ltd.	
29.	Sheth Smarthomes Pvt. Ltd.	
30.	Viviana Malls Pvt. Ltd.	
31.	Sheth Aviation Pvt. Ltd.	
32.	Sheth Infra Estate Pvt. Ltd.	
33.	Sheth Infracity Pvt. Ltd.	
34.	Alpha Business Consultants Pvt. Ltd.	
35.	Greenleaf Securities Pvt. Ltd.	
36	Ashwin N. Sheth	Directors / Key Management Personnel
37	Jitendra N. Sheth	
38	Vallabh N. Sheth	
39	Sheth Vasantben Natwarlal Charitable Trust	Enterprises over which key managerial personnel are able to exercise significant influence.



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of accounts for year ended 31st March, 2013

- (ii) Following Transaction were carried out during the year with the Related Parties in the Ordinary course of Business :

Particulars	Associate Concerns	Directors
	(₹)	(₹)
Meeting Fees	Nil	3,278 (3,000)
Outstanding balances as at 31 st March, 2013		
A] Loans given (Sheth Shelters Pvt. Ltd.)	10,60,99,000 (10,60,99,000)	
B] Loans Taken (Sheth Developers Pvt. Ltd.)	9,05,30,128 (9,04,53,064)	

Figures in Parenthesis represent previous year figures.

24. As required by Accounting Standard - 20 the basic & Diluted (EPS) during the year is ₹ (0.42) [Previous Year ₹ (0.48)] arrived at by dividing net profit/(loss) for the year after tax (NPAT) by the total number of Equity Shares issued and subscribed as at the end of the year.
25. The Disclosure of Financial Information about the subsidiary has been made as per the requirements of Accounting Standard 21 - 'Consolidated Financial Statements'.
26. **Deferred taxation**

The breakup of Net Deferred Tax Asset as at March 31, 2013 comprising of temporary differences between the profit as per financial statements and profit as per Income tax as recognized in the profit & loss account is as under:

Deferred tax assets subject to the consideration of prudence are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Therefore no DTA is recognized.

27. The Disclosure of Investments made in Associate concern other than those in subsidiary concern has been made as per the requirements of Accounting Standard 23 - 'Accounting for Investments in Associates in Consolidated Financial Statements'.



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of accounts for year ended 31st March, 2013

28. There is no joint venture arrangement or control over operations requiring disclosure of per Requirements of AS - 27 'Financial Reporting of Interest in Joint ventures'.

29. Prior period comparatives

Prior period figures have been regrouped/ reclassified wherever necessary for comparative purpose.

For M. B. AGRAWAL & CO.
Chartered Accountants



Harshal Agrawal
Partner
Member No. 109438



For and on behalf of the Board



Ashwin N. Sheth
Director



Vallabh N. Sheth
Director

Mumbai, 5th September, 2013.

PRECIOUS TRADING & INVESTMENTS LIMITED		
CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2013		
PARTICULARS	31.03.2013	31.03.2012
A. Cash Flow from Operating Activities		
Net Profit / (Loss) before tax & extra-ordinary items	(101,529)	(114,679)
Adjustments for:		
Profit on Sale of Investment	-	-
Income Tax Payment (net of T.D.S./Advance/Self Assessment Tax Paid)	-	-
Operating Profit / (Loss) before Working Capital Changes	(101,529)	(114,679)
Adjustments for:		
Increase / (Decrease) in Current Liabilities & Provisions	(8,456)	(4,433)
(Increase) / Decrease in Loans	2,500	(9,107,500)
Cash generated from Operations before Extra-Ordinary Items	(107,485)	(9,226,612)
Less: Income Tax paid	-	-
Net Cash From Operating Activities (A)	(107,485)	(9,226,612)
B. Cash Flow from Investment Activities		
Sale of Investment	-	-
Net Cash From Investing Activities (B)	-	-
C. Cash Flow from Finance Activities		
Unsecured loan received	77,064	9,260,961
Net Cash from Finance Activities (C)	77,064	9,260,961
Net Increase / (Decrease) in Cash & Cash Equivalents [(A)+(B)+(C)]	(30,421)	34,349
Cash & Cash Equivalents as on 01/04/2012 & 01/04/2011	48,711	14,362
Cash & Cash Equivalents as on 31/03/2013 & 31/03/2012	18,290	48,711

In terms of our report of even date
For M. B. Agarwal & Co.
Chartered Accountants

FOR AND ON BEHALF OF THE BOARD

As. Hanhal
Harshal Agarwal
(Partner)
Member No : 109438
Mumbai; September 05, 2013



Ashwin N. Sheth

Ashwin N. Sheth
Director



M.B. AGRAWAL & CO.
CHARTERED ACCOUNTANTS

204, Mhatre Pen Bldg., Senapati Bapat Marg,
Dadar (West), Mumbai - 400 028.
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M. B. AGRAWAL F.C.A., F.I.V.
YATIN MEHTA F.C.A.
RAMESHMAL SANGHAVI F.C.A.
SANJAY LUNKAD F.C.A., D.I.S.A. (ICA)

HEMANT AGRAWAL F.C.A.
HARSHAL AGRAWAL F.C.A., D.I.S.A. (ICA), C.I.S.A.
SUBODH N. AGRAWAL F.C.A.
ASHISH BANGAD A.C.A.

INDEPENDENT AUDITORS' REPORT

To,
The Members
M/S PRECIOUS TRADING & INVESTMENTS LIMITED.
MUMBAI.

Report on the Consolidated Financial Statements

1. We have audited the accompanying consolidated financial statements of M/S. **PRECIOUS TRADING & INVESTMENTS LIMITED** (the "Company") and its subsidiaries (collectively referred to as "the Group") which comprise the Consolidated Balance Sheet as at March 31, 2013, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

2. Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with accounting principles generally accepted in India including Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosure in consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Group's preparation and presentation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the



accounting estimates made by management, as well as well as evaluating the overall presentation of the consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

5. In our opinion and to the best of our information and according to the explanations given to us the consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:
- a) in the case of the Consolidated Balance Sheet, of the state of affairs of the Group as at 31st March 2013 and
 - b) in the case of the Consolidated Statement of Profit and Loss, of the Loss of the Group for the year ended on that date and
 - c) in the case of the Consolidated Cash Flow Statement, of the cash flows of the Group for the year ended on that date.

FOR M. B. AGRAWAL & CO.
CHARTERED ACCOUNTANTS
FRN:100137W



As Harshal

HARSHAL AGRAWAL
PARTNER
M. No.109438

Place: Mumbai
Date: 5th September, 2013.

PRECIOUS TRADING & INVESTMENTS LIMITED

BALANCE SHEET

as at 31st March, 2013

(Consolidated)

(Currency : Indian Rupees)

	Note No	2013	2012
EQUITY AND LIABILITIES			
Shareholder's funds			
Share capital	3.1	2,400,000	2,400,000
Reserves and surplus	3.2	154,233,353	154,523,530
		<u>156,633,353</u>	<u>156,923,530</u>
Non current liabilities			
Deferred tax liabilities		297,852	111,154
Long term borrowings	3.3	6,137,768,017	-
Other long term liabilities	3.4	274,422,928	207,522,594
		<u>6,412,488,797</u>	<u>207,633,748</u>
Current liabilities			
Short term borrowings	3.5	105,239,018	1,223,598,048
Trade payable	3.6	251,844,080	380,468,677
Other current liabilities	3.7	316,343,944	3,157,788,287
Short term provisions	3.8	750	750
		<u>673,427,791.10</u>	<u>4,761,855,762</u>
Minority Interest		51,306,990	51,488,240
TOTAL		<u><u>7,293,856,931</u></u>	<u><u>5,177,901,281</u></u>
ASSETS			
Non Current Assets			
Fixed assets			
(i) Tangible assets	3.9	6,656,310	3,880,571
(ii) Intangible assets	3.9	-	-
(iii) Capital work in progress	3.10	6,790,507,510	4,881,326,574
		<u>6,797,163,820</u>	<u>4,885,207,145</u>
Non current investments	3.11	87,690,100	87,690,100
Deferred tax assets (net)		-	-
Long term loans and advances	3.12	299,516,940	170,391,902
Other non current assets	3.13	2,500	2,500
		<u>7,184,373,360</u>	<u>5,143,291,647</u>
Current Assets			
Inventories	3.14	21,031,943	6,964,388
Trade receivables	3.15	251,430	11,531
Cash and Bank	3.16	62,075,206	711,233
Short term loans and advances	3.17	26,122,492	26,917,483
Other current assets	3.18	2,500	5,000
		<u>109,483,571</u>	<u>34,609,635</u>
		<u><u>7,293,856,931</u></u>	<u><u>5,177,901,281</u></u>

The schedules referred to above form an integral part of the balance sheet.

As per our report of even date attached.

For M. B. Agrawal & Co.

Chartered Accountants

Aj. Harshal

Harshal Agrawal

Partner

Membership No: 109438

Mumbai

Date : September 05, 2013



For and on behalf of the Board of Directors

Ashwin N. Sheth

Ashwin N. Sheth

Director

Mumbai

Date : September 05, 2013

Vallabh N. Sheth

Vallabh N. Sheth

Director

PRECIOUS TRADING & INVESTMENTS LIMITED

Statement of Profit & Loss Account

for the year ended 31st March, 2013
(Consolidated)

(Currency : Indian Rupees)

	Note No	2013	2012
<u>INCOME</u>			
Other income	3.19	1,563,650	1,291,028
		<u>1,563,650</u>	<u>1,291,028</u>
<u>EXPENSES</u>			
Other expenses	3.20	1,503,430	1,177,648
		<u>1,503,430</u>	<u>1,177,648</u>
		<u>60,221</u>	<u>113,380</u>
Depreciation and amortisation	3.10	344,950	238,688
PROFIT / (LOSS) BEFORE TAX		<u>(284,729)</u>	<u>(125,308)</u>
Tax expense			
- Current tax		-	-
- Deferred tax		186,698	16,585,127
PROFIT / (LOSS) FOR THE PERIOD		<u>(471,427)</u>	<u>(16,710,435)</u>
EARNINGS PER EQUITY SHARE			
Basic and diluted earnings per share		<u>(1.96)</u>	<u>(69.63)</u>
Diluted earnings per share (Refer note 19)			
(Face value of Rs 10 each) (Refer note of Notes to accounts)			

The schedules referred to above form an integral part of the balance sheet.

As per our report of even date attached.

For M. B. Agrawal & Co.

Chartered Accountants

Harshal Agrawal

Partner

Membership No:109438

Mumbai

Date : September 05,2013



For and on behalf of the Board of Directors

(Signature)

Ashwin N. Sheth

Director

(Signature)

Vallabh N. Sheth

Director

Mumbai

Date : September 05,2013

PRECIOUS TRADING & INVESTMENTS LIMITED

Notes to the financial statements (Continued)

as at 31st March, 2013

(Consolidated)

(Currency : Indian Rupees)

	2013	2012
3.1 Share capital		
Authorised capital		
2,50,000 (2,50,000) Equity Shares of Rs. 10/- each	2,500,000	2,500,000
	2,500,000	2,500,000
Issued, subscribed and paid-up		
2,40,000 (2,40,000) Equity Shares of Rs. 10/- each	2,400,000	2,400,000
	2,400,000	2,400,000

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Equity Shares	2013		2012	
	Number	Rupees	Number	Rupees
Shares at the beginning of the year	240,000	2,400,000	240,000	2,400,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	240,000	2,400,000	240,000	2,400,000

(b) Terms / rights attached to the shares

The company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share.

(c) In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. However no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held

(d) Shares held by holding company

	2013	2012
Sheth Developers Private Limited		
1,79,970 (2011: 1,79,970) equity shares of Rs 10 each fully paid.	1,799,700	1,799,700

(e) Detail of shareholders holding more than 5% shares in the company

	2013		2012	
	% holding in the class	No. of Shares Held	% holding in the class	No. of Shares Held
Equity Shares of Rs 10 each fully paid up				
Sheth Developers Private Limited	75%	179,970	75%	179,970



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes to the financial statements (Continued)

as at 31st March, 2013

(Consolidated)

(Currency : Indian Rupees)

	2013	2012
3.2 Reserves and surplus		
Capital Reserve		
Balance as per last financial statements	98,265,518	98,265,518
Capital Reserve/ Goodwill on consolidation	14,969,699	14,969,699
	<u>113,235,217</u>	<u>113,235,217</u>
Profit and Loss Account		
Balance as per last financial statements	10,356,460	10,471,139
Add: Loss for the year transferred from the statement of Profit and loss	(101,529)	(114,679)
Add: Consolidation Adjustment	30,743,205	30,931,853
	<u>40,998,136</u>	<u>41,288,313</u>
	<u>154,233,353</u>	<u>154,523,530</u>
3.3 Long term borrowings		
Secured loans from banks		
Term loan from banks/Institutions (Secured)		
From Financial Institutions	4,849,005,944	-
Unsecured loans		
Loans from related party (repayable on demand)	1,288,762,073	-
(For details on nature of security and terms of repayment refer note No..... of the financial statements)		
	<u>6,137,768,017</u>	<u>-</u>
3.4 Other long term liabilities		
Security deposit	274,422,928	207,522,594
	<u>274,422,928</u>	<u>207,522,594</u>
3.5 Short term borrowings		
Unsecured loans		
Temporary overdrawn bank balance	-	6,297,710
Loans from related party (repayable on demand)	105,239,018	1,217,300,339
(Refer Note No of the financial statements)		
	<u>105,239,018</u>	<u>1,223,598,049</u>
3.6 Trade Payable		
Trade payables towards goods purchased and services rendered		
-Dues to Micro and Small enterprises (Refer Note no of the financial statements)	-	-
-Others	251,844,080	380,468,577
	<u>251,844,080</u>	<u>380,468,577</u>
3.7 Other current liabilities		
Salary & Bonus	2,215,767	1,477,020
Statutory dues payable	26,810,031	27,740,030
Current maturities of long term debt	224,281,396	3,000,000,000
Interest accrued but not due	63,036,750	128,570,882
	<u>316,343,944</u>	<u>3,157,788,932</u>



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes to the financial statements (Continued)

as at 31st March, 2013

(Consolidated)

(Currency : Indian Rupees)

	2013	2012
3.8 Short term provisions		
Provision for Expense	750	750
	<u>750</u>	<u>750</u>
3.10 Capital work in progress		
Cost of land	372,757,365	372,757,365
Material and contractual payments	3,735,049,000	2,934,221,394
Rates and taxes	348,808,686	328,527,987
Other construction costs	66,331,903	51,033,995
Professional and designing fees	199,017,864	195,873,042
Sales and administration expenses	26,039,438	27,696,178
Interest on bank loan	1,739,535,293	890,993,175
Other finance costs	207,487,519	31,444,064
Other expenses	95,480,442	48,779,373
	<u>6,790,507,510</u>	<u>4,881,326,574</u>
3.11 Non current investments		
Investment in Equity Shares (Refer Note No of the financial statements)	10,100	10,100
Investment in Preference Shares (Refer Note No of the financial statements)	87,680,000	87,680,000
	<u>87,690,100</u>	<u>87,690,100</u>
3.12 Long term loans and advances (Unsecured, considered good)		
Loans and advances to related parties	106,099,000	106,099,000
Deposits Paid	80,069,217	63,891,437
Advance tax (Net of provision)	426,520	271,468
VAT credit entitlement	129,997	129,997
CENVAT Credit Available	112,792,207	-
	<u>299,516,940</u>	<u>170,391,902</u>
3.13 Other non current assets		
Prepaid expense	2,500	2500
	<u>2,500</u>	<u>2500</u>
3.14 Inventories (At lower of cost and net realisable value)		
Building materials, components and spares	21,031,943	6,964,888
	<u>21,031,943</u>	<u>6,964,888</u>



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes to the financial statements (Continued)

as at 31st March, 2013

(Consolidated)

(Currency : Indian Rupees)

	2013	2012
3.15 Trade receivables (Unsecured, considered good)		
Debts outstanding for a period exceeding six months	19,309	-
Others debts	232,121	11,531
	<u>251,430</u>	<u>11,531</u>
Less: Provision for doubtful Debts	-	-
	<u>251,430</u>	<u>11,531</u>
3.16 Cash and Bank balances		
Cash and cash equivalents		
Cash in hand	624,025	82,311
Balance with scheduled banks		
- in current accounts	30,900,738	628,922
- in fixed deposits (with maturity less than 3 months)	1,368,178	-
- Interest Accrued but not due on above	12,639	-
	<u>32,905,580</u>	<u>711,233</u>
Other Bank Balances		
Fixed deposits (with maturity less than 12 months)	28,801,402	-
Interest Accrued but not due on above	368,224	-
	<u>62,075,206</u>	<u>711,233</u>
3.17 Short term loans and advances (Unsecured, considered good)		
Advances to vendors	25,579,771	26,717,483
Deposits paid	-	200,000
Other receivables	191,113	-
CENVAT Credit Available	351,608	-
	<u>26,122,492</u>	<u>26,917,483</u>
3.18 Other current assets		
Prepaid expense	2,500	5,000
	<u>2,500</u>	<u>5,000</u>



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes to the financial statements *(Continued)*

for the year ended 31st March, 2013

(Consolidated)

(Currency : Indian Rupees)

	2013	2012
3.19 Other income		
Interest income	1,550,512	384,134
Dividend income	2,000	2,000
Miscellaneous income	11,138	904,894
	<u>1,563,650</u>	<u>1,291,028</u>
3.20 Operating, administrative and other expenses		
Travelling and conveyance	144,877	65,009
Printing and stationery	611,693	498,842
Legal, professional and other fees	36,343	212,331
Filing fees and stamping charges	4,550	4,500
Auditors remuneration (including service tax)		
- Audit fee	29,036	31,236
- Other services	-	-
- Reimbursement of expenses	-	-
Bank charges and commission	85	110
Advertisement Expenses	33,103	50,032
Directors Meeting Fees	3,278	3,000
Stock Exchange Listing Fees	16,854	16,545
Other Fees & Stamps	6,624	5,292
Miscellaneous expenses	616,987	290,750
	<u>1,503,430</u>	<u>1,171,648</u>



Schedule to the financial statements (Continued)
as at 31st March, 2013

(Currency : Indian Rupees)

3.9 Fixed assets

Description of assets	Gross Block			Accumulated depreciation			Net block		
	At 01.04.2012	Additions	Disposals / Adjustment	At 31.03.2013	At 01.04.2012	For the year	Disposals / Adjustment	At 31.03.2013	At 31.03.2012
Tangible Assets									
Land	-	-	-	-	-	-	-	-	-
Building	-	-	-	-	-	-	-	-	-
Infrastructure development	-	-	-	-	-	-	-	-	-
Plant and machinery	2,951,216	1,189,800	-	4,141,016	344,315	143,417	-	3,653,284	2,606,901
Office equipment	779,123	106,050	-	885,173	160,566	129,202	-	595,405	618,557
Computers System and Equipments	977,495	1,824,839	-	2,802,334	322,382	72,331	-	2,407,621	655,113
Furniture and fixture	-	-	-	-	-	-	-	-	-
Vehicle	-	-	-	-	-	-	-	-	-
Total	4,707,834	3,120,689	-	7,828,523	827,263	344,950	-	6,656,310	3,880,571
Intangible Assets									
Computers Software	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
TOTAL	4,707,834	3,120,689	-	7,828,523	827,263	344,950	-	6,656,310	3,880,571
2012	877,335	3,830,499	-	4,707,834	588,575	238,688	-	3,880,571	288,760



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of accounts for year ended 31st March, 2013

NOTE 1 : SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013:

SIGNIFICANT ACCOUNTING POLICY:

1. GENERAL

- a) The Financial Statements have been prepared under the Historical Cost Convention in accordance with the generally accepted Accounting principles, the Accounting Standards issued by the Institute of Chartered Accountants of India and as referred to in Section 211 (3C) of the Companies Act, 1956 and the Provisions of the Companies Act, 1956.
- b) The company follows the mercantile system of accounting and recognizes Income & Expenditure on accrual basis.

2. INVESTMENTS:

Long Term Unquoted investments are stated At Cost. Cost Includes the Purchase Cost and the incidental expenses to Acquisition.

3. OTHER ACCOUNTING POLICIES:

These are consistent with generally accepted accounting policies

4. CLAIMS, DEMANDS AND CONTINGENCIES

Disputed and/or contingent liabilities are either provided for or disclosed depending on management's judgment of potential outcome.

5. PROVISION FOR DEFERRED TAXATION

Income tax on Income are provided for after considering the tax effect of timing difference, which arise during the Year and reversed in subsequent period, Deferred Tax has been calculated at the tax rates and laws that have been enacted or substantially enacted as of the Balance Sheet date and is recognized on Timing differences that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, are recognized and carried forward only to the extent that they can be realized.



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of accounts for year ended 31st March, 2013

NOTES TO ACCOUNTS

14. In the opinion of the Directors the Current Assets and creditors have the value at which they are stated in the balance sheet, if realized in the ordinary course of business. The provision for all known Liabilities is adequate and not in excess of the Amount reasonably necessary.

15. Auditor's remuneration

Particulars	2012-13 (₹)	2011-12 (₹)
Audit Fees (including Service Tax)	11,236	11,236

16. Directors' remuneration

Particulars	2012-13 (₹)	2011-12 (₹)
Salary	NIL	NIL
Meeting Fees	3,278	3,000
Total	3,278	3,000

17. Revenue recognition

Income & expenses considered receivable and payable are accounted for on accrual basis when no significant uncertainties as to its realization or determination exist.

18. Expenditure in Foreign Currency during the year ₹ Nil (Previous Year - ₹ NIL)
19. As per the guidelines provided under AS-13 on 'Accounting for Investments' all the long term unquoted investments and are stated At Cost. Cost Includes Purchase Cost and the cost of Acquisition.
20. The Liability for Retirement benefits as per Accounting Standard -15 in view of absence of employees. Provision during the year is ₹ NIL. (Previous Year ₹ NIL)
21. Amount of Borrowing Cost capitalized as per Accounting Standard 16 during the year is ₹ NIL. (Previous Year ₹ NIL)
22. Since the Company is operating its Investment Activity only in one Segment no Segment wise Reporting per accounting Standard AS-17 is provided.



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of accounts for year ended 31st March, 2013

23. Related party Disclosures

As per Accounting Standard 18, issued by The Institute of Chartered Accountants of India, the disclosure of transactions with the related parties as defined in the Accounting Standard are given below:

(i) List of related parties where control exists and relationships:

Sr No.	Name of the Related Party	Relationship
1.	Sheth Developers Pvt. Ltd.	Holding Company
2.	Sheth Estate (International) Ltd.	Associate Concern
3.	Middle East Exports Pvt. Ltd.	
4.	Lohitka Properties Pvt. Ltd.	
5.	Laxmi Prabha Impex & Investments Pvt. Ltd.	
6.	Sheth Realcon Ventures Pvt. Ltd.	
7.	Sheth Shelters Pvt. Ltd.	
8.	Atlaz Digi-Tel Pvt. Ltd.	
9.	Sheth Infrastructure Pvt. Ltd.	
10.	Sheth Building materials Pvt. Ltd.	
11.	Sheth Creators Pvt. Ltd.	
12.	Sheth Landmarks Pvt. Ltd.	
13.	Sheth Buildwell Pvt. Ltd.	
14.	Sheth Creators & Realtors Pvt. Ltd.	
15.	Sheth Creators & Promoters Pvt. Ltd.	
16.	Sheth Heights Pvt. Ltd.	
17.	Sheth Creators and Constructors Pvt. Ltd.	
18.	Neepa Real Estates Private Limited	
19.	Sheth Corp Pvt. Ltd.	
20.	Sheth Holdings (India) Pvt. Ltd.	
21.	Sheth Realty (India) Pvt. Ltd.	
22.	Sheth Universal Pvt. Ltd.	
23.	Sheth Development Pvt. Ltd.	
24.	Sheth Dreamhomes Pvt. Ltd.	
25.	Sheth Homes Pvt. Ltd.	
26.	Sheth Infraworld Pvt. Ltd.	
27.	Sheth Lifestyles Pvt. Ltd.	
28.	Sheth Smarthomes Pvt. Ltd.	
29.	Viviana Malls Pvt. Ltd.	
30.	Sheth Aviation Pvt. Ltd.	
31.	Sheth Infra Estate Pvt. Ltd.	
32.	Sheth Infracity Pvt. Ltd.	
33.	Alpha Business Consultants Pvt. Ltd.	
34.	Ashwin N. Sheth	
35.	Jitendra N. Sheth	
36.	Vallabh N. Sheth	
37.	Sheth Vasantben Natwarlal Charitable Trust	Enterprises over which key managerial personnel are able to exercise significant influence.



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of accounts for year ended 31st March, 2013

- (ii) Following Transaction were carried out during the year with the Related Parties in the Ordinary course of Business :

Particulars	Associate Concerns (₹)	Directors (₹)
Meeting Fees	Nil	3,278 (3,000)
Outstanding balances as at 31 st March, 2013		
A] Loans given (Sheth Shelters Pvt. Ltd.)	10,60,99,000 (10,60,99,000)	
B] Loans Taken (Sheth Developers Pvt. Ltd.)	9,05,30,128 (9,04,53,064)	

Figures in Parenthesis represent previous year figures.

24. As required by Accounting Standard - 20 the basic & Diluted (EPS) during the year is ₹ (0.42) [Previous Year ₹ (0.48)] arrived at by dividing net profit/(loss) for the year after tax (NPAT) by the total number of Equity Shares issued and subscribed as at the end of the year.
25. The Disclosure of Financial Information about the subsidiary has been made as per the requirements of Accounting Standard 21 - 'Consolidated Financial Statements'.
26. **Deferred taxation**
- The breakup of Net Deferred Tax Asset as at March 31, 2013 comprising of temporary differences between the profit as per financial statements and profit as per Income tax as recognized in the profit & loss account is as under:
- Deferred tax assets subject to the consideration of prudence are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Therefore no DTA is recognized.
27. The Disclosure of Investments made in Associate concern other than those in subsidiary concern has been made as per the requirements of Accounting Standard 23 - 'Accounting for Investments in Associates in Consolidated Financial Statements'.



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of accounts for year ended 31st March, 2013

28. There is no joint venture arrangement or control over operations requiring disclosure of per Requirements of AS - 27 'Financial Reporting of Interest in Joint ventures'.

29. **Prior period comparatives**

Prior period figures have been regrouped/ reclassified wherever necessary for comparative purpose.

**For M. B. AGRAWAL & CO.
Chartered Accountants**



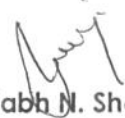
**Harshal Agrawal
Partner
Member No. 109438**



For and on behalf of the Board



**Ashwin N. Sheth
Director**



**Vallabh N. Sheth
Director**

Mumbai, 5th September, 2013.

PRECIOUS TRADING & INVESTMENTS LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2013

PARTICULARS	31.03.2013	31.03.2012
A. Cash Flow from Operating Activities		
Net Profit / (Loss) before tax & extra-ordinary items	(284,729)	(125,308)
Adjustments for:		
Profit on Sale of Investment	-	-
Income Tax Payment (net of T.D.S./Advance/Self Assessment Tax Paid)	-	(14,820)
Dividend on Shares	-	2,000
Reversal on Loss of Sale of Assets	-	-
Loss on Sale of Fixed Assets	-	-
Depreciation	344,950	238,688
Increase / (Decrease) in Inventory	(14,067,555)	6,282,284
Operating Profit / (Loss) before Working Capital Changes	(14,007,334)	6,382,844
Adjustments for:		
Increase / (Decrease) in Current Liabilities	(68,083,983)	374,173,780
(Increase) / Decrease in Sundry Debtors	(239,899)	(1,327)
(Increase) / Decrease in Loans & Advances	(128,457,545)	763,457,212
Cash generated from operations	(210,788,761)	1,144,012,510
Less: Taxes Paid	-	(6,310)
Net Cash From Operating Activities (A)	(210,788,761)	1,144,006,200
B. Cash Flow from Investment Activities		
(Purchase)/Sale of fixed Assets(Net)	(3,120,689)	(3,830,499)
Project Investment	(1,909,180,936)	(1,674,294,526)
Sale of Investment	-	-
Sale of Fixed Assets	-	-
Dividend on Shares	-	(2,000)
Net Cash From Investing Activities (B)	(1,912,301,625)	(1,678,127,025)
C. Cash Flow from Finance Activities		
Secured loan received	2,007,753,608	196,222,067
Unsecured loan received	176,700,752	328,336,730
Net Cash From Finance Activities (C)	2,184,454,360	524,558,797
Net Increase or Decrease in Cash & Cash Equivalents [(A)+(B)+(C)]	61,363,973	(9,562,028)
Cash & Cash Equivalents as on 01/04/2012 & 01/04/2011	711,233	10,273,262
Cash & Cash Equivalents as on 31/03/2013 & 31/03/2012	62,075,206	711,233



Notes:

1. Cash Flow statement has been prepared under the indirect method as set out in the Accounting Standard (AS)-3: 'Cash Flow Statements' issued by the Institute of Chartered Accountants of India.
2. Previous year's figures have been re-grouped/re-classified/re-arranged wherever required.

In terms of our report of even date

FOR AND ON BEHALF OF THE BOARD

For M. B. Agarwal & Co.

Chartered Accountants

As Harshal

Harshal Agarwal

(Partner)

Member No : 109438

Mumbai; September 05, 2013



ASHWIN N. SHETH

ASHWIN N. SHETH

Director